

**STATE OF INDIANA
DEPARTMENT OF INSURANCE**

NOTICE OF HEARING regarding the proposed acquisition of control of **PRUDENTIAL PROPERTY AND CASUALTY INSURANCE COMPANY**, an Indiana-domiciled property and casualty stock insurance company, by **LIBERTY MUTUAL HOLDING COMPANY INC.**, a Massachusetts mutual holding company and the ultimate parent corporation of the affiliated Liberty Mutual Group of companies ("LMHC"), **LMHC MASSACHUSETTS HOLDINGS INC.**, a Massachusetts corporation and a direct wholly owned subsidiary of LMHC ("LMHC MA"), and **LIBERTY MUTUAL GROUP INC.**, a Massachusetts corporation and a direct wholly owned subsidiary of LMHC MA ("LMG") (together, "Liberty Mutual").

Date: October 6, 2003
Time: 10:00 a.m. (Indianapolis time)
Place: Indiana Department of Insurance
311 West Washington Street, Suite 300
Indianapolis, Indiana 46204-2787

Notice is hereby given that a public hearing will be held at the time and place specified above regarding the proposed acquisition of control of **PRUDENTIAL PROPERTY AND CASUALTY INSURANCE COMPANY**, an Indiana property and casualty insurance company.

The hearing will be held pursuant to Ind. Code 27-1-23-2, and conducted as required by that statute as supplemented by the Indiana Administrative Orders and Procedures Act, Ind. Code 4-21.5-1 et seq. The hearing and subsequent determination shall be subject to Ind. Code 27-1-23-2 and 4-21.5-3.

The Insurance Commissioner of the State of Indiana, or the Commissioner's duly appointed designee, will preside as the administrative law judge at the hearing.

Mark Pufahl, Chief Examiner of the Indiana Department of Insurance, 311 West Washington Street, Suite 300, Indianapolis, Indiana 46204, has been designated to provide information regarding this transaction to all interested persons upon request. A copy of the Form A Statement and other related materials filed with the Commissioner by the acquiring parties are available at the Offices of the Indiana Department of Insurance for all parties, policyholders and persons whose interests may be affected by the proposed acquisition to examine. Information concerning the hearing schedule and procedures may be obtained by telephoning Mr. Pufahl at (317) 232-2390.

Any member of the public interested in the proposed acquisition of control may attend the hearing. Any policyholder or other person whose interests may be affected by the proposed acquisition of control shall have the right to appear and become party to the proceeding. In accordance with Ind. Code 4-21.5-3-21, any such policyholder or person wishing to appear and become a party must submit to the Indiana Insurance Commissioner, "Attention Mr. Mark Pufahl" at the above address, a petition for intervention setting forth facts demonstrating the person's standing to become a party under Ind. Code 27-1-23-2(j). Any petition for intervention must be submitted to the Indiana Insurance Commissioner, with copies sent via mail to all parties named in the record of proceeding, no later than October 2, 2003.

Each party shall have the right to present evidence, examine and cross-examine witnesses, and offer oral and written arguments and in connection therewith shall be entitled to conduct discovery proceedings in the same manner as provided in the Indiana Rules of Trial Procedure. Ind. Code 27-1-23-2(j).

SALLY MCCARTY
Insurance Commissioner
State of Indiana